GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:498
ANSWERED ON:02.03.2007
LOAN FOR BUILDING GODOWNS
Reddy Shri Karunakara G.

Will the Minister of FINANCE be pleased to state:

(a) whether various Co-operative Institutions of Karnataka have made plans of building 5000 godowns in rural areas of the State;

(b) if so, whether the Nationalised Banks are not giving loans to these rural godowns promoted by the Government;

(c) if so the reasons therefor;

(d) whether the Government proposes to issue instructions to the Banks in this regard; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) to (e) : Under the Government of India`s Gramin Bhandaran Yojana, 1043 rural godowns with an installed capacity of 8.39 lakh metric tones have been constructed in various States by farmers, partnership firms, cooperatives corporations and other entrepreneurs so far (from 01 April 2001 till date). The credit support for construction of godowns is being extended by all the financing banks, including Regional Rural Banks and Cooperative Banks. An aggregate capital subsidy amounting to Rs.29.42 crore has been disbursed by NABARD under the scheme. Banks have extended loans of Rs.87.58 crores for financing 1043 godowns. In addition to this NABARD has sanctioned Rs. 17.06 crores under RIDF for 28 godowns to Govt. of Karnataka.